

WESTERN MASSACHUSETTS ELECTRIC COMPANY
CARRYING CHARGES
(\$000)

Year	BOY Balance	Over/ (Under)	Other	Total	Average Balance	Net of Tax Balance	Rate of Return	Carry Charge	EOY Balance
1998	-	(4,916)		(4,916)	(2,458)	(1,494)	12.11%	(151)	(5,067)
1999	(5,067)	(4,716)	6,004	(3,779)	(4,423)	(2,688)	12.61%	(339)	(4,118)
2000	(4,118)	3,400	(4,173)	(4,891)	(4,504)	(2,737)	13.47%	(369)	(5,259)
2001	2,141	(500)		1,641	1,891	1,149	15.00%	172	1,813
2002	1,813	24,897		26,710	14,261	8,667	15.05%	1,304	28,014
2003	20,924	26,576		47,500	34,212	20,792	14.15%	2,942	50,442
2004	50,442	(3,744)		46,698	48,570	29,518	12.85%	3,793	50,491

Total Carrying Charges 1998-2004	7,353
Total Carrying Charges 1998-2004 Calculated by WMECO	<u>7,251</u>
Difference	<u>102</u>

Tax Rate	39.225%
Complement	60.775%

Other Adjustments:

1999	Fuel Charge Credit	226	
	Inflation Adjustment	<u>5,778</u>	
	Total	<u>6,004</u>	
2000	Deferred Fuel	<u>(4,173)</u>	
2001	BOY balance adjusted for DTE 02-20 Settlement		<u>7,400</u>
2003	BOY balance adjusted for application of principal		<u>(7,090)</u>

Sources: WMECO Exhibit MJM-3, Page 1 and AG-01-004

